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LOUISIANA STATE BOARD OF ELECTROLYSIS EXAMINERS

DEPARTMENT OF HEALTH AND HOSPITALS

STATE OF LOUISIANA

**General Purpose Financial Statements
and Independent Auditor's Reports
As of and for the Two Years Ended June 30, 2000
With Supplemental Information Schedule**

July 7, 2000

Under provisions of state law, this report is a public document. A copy of the report has been submitted to the entity and other appropriate public officials. The report is available for public inspection at the Baton Rouge office of the Legislative Auditor and, where appropriate, at the office of the parish clerk of court.

Release Date 09-06-00

**McRight & Associates
Certified Public Accountants
Baton Rouge, Louisiana**

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INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
Louisiana State Board of Electrolysis Examiners
Department of Health and Hospitals
State of Louisiana

We have audited the accompanying general purpose financial statements of the Louisiana State Board of Electrolysis Examiners, a component unit of the State of Louisiana, as of and for the two years ended June 30, 2000, as listed in the table of contents. These general purpose financial statements are the responsibility of the Louisiana State Board of Electrolysis Examiners management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with generally accepted auditing standards, Government Auditing Standards issued by the Comptroller General of the United States, and the Louisiana Governmental Auditing Guide. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the component unit financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the component unit financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall component unit financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the general purpose financial statements referred to above present fairly, in all material respects, the financial position of the Louisiana State Board of Electrolysis Examiners as of June 30, 2000, and the results of its operations for the two years then ended in conformity with generally accepted accounting principles.

In accordance with Government Auditing Standards, we have also issued a report dated July 7, 2000 on our consideration of Louisiana State Board of Electrolysis Examiners internal control structure and a report dated July 7, 2000, on its compliance with laws and regulations.

Our audit was made for the purpose of forming an opinion on the general purpose financial statements taken as a whole. The "schedule" listed in the table of contents is presented

for purposes of additional analysis and is not a required part of the general purpose financial statements of the Louisiana State Board of Electrolysis Examiners. Such information has been subjected to the auditing procedures applied in the audit of the general purpose financial statements and, in our opinion, is fairly stated in all material respects in relation to the financial statements taken as a whole.

McRight & Associates

July 7, 2000

LOUISIANA STATE BOARD OF ELECTROLYSIS EXAMINERS
DEPARTMENT OF HEALTH AND HOSPITALS
STATE OF LOUISIANA
COMBINED BALANCE SHEET
ALL FUND TYPES AND ACCOUNT GROUPS
JUNE 30, 2000

	Governmental Fund Type <u>General Fund</u>	General Fixed <u>Assets</u>	Total (Memo Only) <u>2000</u> <u>1998</u>	
ASSETS				
Cash & Cash Equivalents	\$14,501		\$14,501	\$11,315
Furniture & Equipment		\$10,564	10,564	10,647
	<hr/>	<hr/>	<hr/>	<hr/>
TOTAL ASSETS	<u>\$14,501</u>	<u>\$10,564</u>	<u>25,065</u>	<u>21,962</u>
 LIABILITIES AND FUND EQUITY				
LIABILITIES				
Accrued Expenses				418
	<hr/>	<hr/>	<hr/>	<hr/>
TOTAL LIABILITIES	<u>\$</u>	<u>\$ -0-</u>		<u>418</u>
 FUND EQUITY				
Investment in General Fixed Assets:		\$10,564	10,564	10,647
Fund Balance:				
Unreserved-Undesignated 14,501			14,501	10,897
	<hr/>	<hr/>	<hr/>	<hr/>
TOTAL FUND EQUITY	<u>\$14,501</u>	<u>\$10,564</u>	<u>25,065</u>	<u>21,544</u>
 TOTAL LIABILITIES AND FUND EQUITY	<u>\$14,501</u>	<u>\$10,564</u>	<u>25,065</u>	<u>21,962</u>

The accompanying notes are an integral part of this statement

LOUISIANA STATE BOARD OF ELECTROLYSIS EXAMINERS
DEPARTMENT OF HEALTH AND HOSPITALS
STATE OF LOUISIANA
COMBINED STATEMENT OF REVENUES,
EXPENDITURES, AND CHANGES IN FUND BALANCES -
ALL GOVERNMENTAL FUND TYPES
FOR THE YEARS ENDED JUNE 30, 2000 AND JUNE 30, 1999

	GENERAL FUND	
	<u>6-30-00</u>	<u>6-30-99</u>
REVENUES		
License & Fees	\$ 19,900	\$ 17,900
 Total Revenues	 <u>\$ 19,900</u>	 <u>17,900</u>
 EXPENDITURES		
Salaries	\$ 2,812	\$ 7,875
Payroll Taxes	215	709
Accounting	325	2,100
Inspections		809
Insurance and Bonds	295	295
Legal Fees	431	1,200
Repairs	250	572
Office Supplies	1,831	1,150
Travel	1,643	1,445
Per Diem	600	700
Postage	1,102	799
Meetings	465	667
Rent	1,600	
Telephone	1,268	929
Utilities	371	
Capital Outlay		1,738
 Total Expenditures	 <u>\$ 13,208</u>	 <u>20,988</u>
Excess, (Deficit) of		
Revenues over		
Expenditures	\$ 6,692	(3,088)
 Fund Balance, Beginning of Year		
as Previously Reported	\$ 7,809	10,897
 FUND BALANCE, END OF YEAR	 <u><u>\$ 14,501</u></u>	 <u><u>7,809</u></u>

The accompanying notes are an integral part of this statement

LOUISIANA STATE BOARD OF ELECTROLYSIS EXAMINERS
DEPARTMENT OF HEALTH AND HOSPITALS
STATE OF LOUISIANA
COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE
BUDGET (GAAP) AND ACTUAL - GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2000

	<u>ACTUAL</u>	<u>BUDGET</u>	<u>VARIANCE- FAVORABLE (UNFAVORABLE)</u>
REVENUES			
License & Fees	\$ 19,900	\$20,000	\$ (100)
	<u> </u>	<u> </u>	<u> </u>
Total Revenues	\$ 19,900	20,000	(100)
	<u> </u>	<u> </u>	<u> </u>
EXPENDITURES			
Salaries	\$ 2,812	3,000	188
Payroll Taxes	215	300	85
Accounting	325	400	75
Inspections			
Insurance and Bonds	295	300	5
Legal Fees	431	500	69
Repairs	250	250	
Office Supplies	1,831	1,800	(31)
Travel	1,643	1,700	57
Per Diem	600	700	100
Postage	1,102	1,200	98
Meetings	465	400	(65)
Rent	1,600	1,200	(400)
Utilities	371	400	29
Telephone	1,268	1,300	32
Capital Outlay			
	<u> </u>	<u> </u>	<u> </u>
Total Expenditures	\$ 13,208	13,450	242
Excess, (Deficit) of	<u> </u>	<u> </u>	<u> </u>
Revenues over			
Expenditures	\$ 6,692	6,550	142
	<u> </u>	<u> </u>	<u> </u>
Fund Balance, Beginning			
as Previously Reported	\$ 7,809	7,809	0
	<u> </u>	<u> </u>	<u> </u>
FUND BALANCE, END OF YEAR	<u>\$ 14,501</u>	<u>14,359</u>	<u>142</u>

The accompanying notes are an integral part of this statement

LOUISIANA STATE BOARD OF ELECTROLYSIS EXAMINERS
DEPARTMENT OF HEALTH AND HOSPITALS
STATE OF LOUISIANA
COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE
BUDGET (GAAP) AND ACTUAL - GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 1999

	<u>ACTUAL</u>	<u>BUDGET</u>	<u>VARIANCE- FAVORABLE (UNFAVORABLE)</u>
REVENUES			
License & Fees	\$ 17,900	\$18,000	\$ (100)
	<u> </u>	<u> </u>	<u> </u>
Total Revenues	\$ 17,900	18,000	(100)
	<u> </u>	<u> </u>	<u> </u>
EXPENDITURES			
Salaries	\$ 7,875	8,000	125
Payroll Taxes	709	700	(9)
Accounting	2,100	2,100	
Inspections	809	1,000	191
Insurance and Bonds	295	300	5
Legal Fees	1,200	1,200	
Repairs	572	600	28
Office Supplies	1,150	1,000	(150)
Travel	1,445	1,500	65
Per Diem	700	800	100
Postage	799	800	1
Meetings	667	700	33
Rent	0	0	
Telephone	929	1,000	62
Capital Outlay	1,738	1,800	71
	<u> </u>	<u> </u>	<u> </u>
Total Expenditures	\$ 20,988	21,500	512
Excess, (Deficit) of Revenues over Expenditures	<u> </u>	<u> </u>	<u> </u>
	\$ (3,088)	(3,500)	(412)
Fund Balance, Beginning as Previously Reported	<u> </u>	<u> </u>	<u> </u>
	\$ 10,897	10,897	0
	<u> </u>	<u> </u>	<u> </u>
FUND BALANCE, END OF YEAR	<u> </u>	<u> </u>	<u> </u>
	\$ 7,809	7,397	(412)

The accompanying notes are an integral part of this statement

LOUISIANA STATE BOARD OF ELECTROLYSIS EXAMINERS
DEPARTMENT OF HEALTH AND HOSPITALS
STATE OF LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS
FOR THE TWO YEARS ENDED JUNE 30, 2000

INTRODUCTION

The Louisiana State Board of Electrolysis Examiners (the Board) is a component unit of the State of Louisiana created within the Louisiana Department of Health and Hospitals, as provided by Louisiana Revised Statute 37:3051-3077. LSA-R.S. 36:803 transferred the supervision and control of the Louisiana State Board of Electrolysis Examiners to the Louisiana Department of Health and Hospitals. The Board is composed of five members, appointed by the Governor. The members serve terms of three years. The Board license and regulates all licensed electrologists in the State of Louisiana. Operations of the board are funded through examination and license fees. The board has one part-time employee.

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

1. Basis of Presentation

In April of 1984, the Financial Accounting Foundation established the Governmental Accounting Standards Board (GASB) to promulgate generally accepted accounting principles and reporting standards with respect to activities and transactions of state and local governmental entities. In June of 1987, the GASB issued a revised codification of governmental accounting and financial reporting standards. The codification and subsequent GASB pronouncements are recognized as generally accepted accounting principles for state and local government.

2. Reporting Entity

The Louisiana State Board of Electrolysis Examiners prepares its financial statements in accordance with the standards established by the GASB. GASB Codification Section 2100 establishes criteria for determining the governmental reporting entity and has defined the governmental reporting entity to be the State of Louisiana. The accompanying statements present only transactions of the Louisiana State Board of Electrolysis Examiners, a component unit of the State of Louisiana.

LOUISIANA STATE BOARD OF ELECTROLYSIS EXAMINERS
DEPARTMENT OF HEALTH AND HOSPITALS
STATE OF LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS
FOR THE TWO YEARS ENDED JUNE 30, 2000

Annually the State of Louisiana issued general purpose financial statements which include the activity contained in the accompanying financial statements. The General purpose financial statements are issued by the Louisiana Division of Administration, Office of Statewide Reporting and Accounting Policy, and audited by the Louisiana Legislative Auditor.

3. Fund Accounting

The accounts of the Board are organized on the basis of funds and account groups, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that is comprised of its assets, liabilities, fund equity, revenues and expenditures. Revenues are accounted for in these individual funds based upon the purpose for which they are to be spent and the means by which spending activities are controlled. The funds presented in the financial statements are described as follows:

GOVERNMENTAL FUNDS:

General Fund:

The General Fund is the principal fund and is used to account for the general operations of the Board. The various fees and charges due the Board are accounted for in this fund. The Board has no other Funds.

4. Basis of Accounting

Basis of accounting refers to when revenues and expenditures are recognized and reported in the financial statements. Basis of accounting relates to the timing of the measurements made, regardless of the measurement focus applied. The Board's records are maintained on the modified accrual basis of accounting using the following practices:

Revenues:

Licenses, fees, and fines are recorded in the year received, which approximates when measurable and available. All other revenues are recorded when received. Licenses are renewed annually in December.

LOUISIANA STATE BOARD OF ELECTROLYSIS EXAMINERS
DEPARTMENT OF HEALTH AND HOSPITALS
STATE OF LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS
FOR THE TWO YEARS ENDED JUNE 30, 2000

Expenditures

Expenditures are generally recognized under the modified accrual basis of accounting when the related fund liabilities are incurred and the goods or services have been received.

5. Encumbrances

The Louisiana State Board of Electrolysis Examiners does not follow the encumbrances method of accounting.

B. BUDGET PRACTICES

The board submitted its annual budget to the various agencies prescribed by LSA-R.S. 39:1331-1342 and 36:803. The board adopted the budget for each fiscal year prior to the start of the fiscal year.

All funds budgeted are immediately available, as the Board's operations are financed with self-generated revenue. Therefore, the budget is known as a nonappropriated budget.

The Board normally does not use encumbrance accounting, so the budget was not integrated in the accounting records. In addition, the budget was employed by the Board as a management control device, by comparing budgeted expenditures with actual expenditures.

The budget is prepared on the cash basis, there are no substantial differences between cash and modified accrual basis of budgeting. Budgeted amounts included in the accompanying financial statements represents the original adopted budget since there were no subsequent amendments.

LOUISIANA STATE BOARD OF ELECTROLYSIS EXAMINERS
DEPARTMENT OF HEALTH AND HOSPITALS
STATE OF LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS
FOR THE TWO YEARS ENDED JUNE 30, 2000

C. CASH AND CASH EQUIVALENTS

For reporting purposes, cash and cash equivalent include cash, demand deposits, time deposits and certificates of deposit.

The Louisiana State Board of Electrolysis Examiners had cash and cash equivalents totaling \$11,315 at June 30, 2000. Cash and cash equivalents are stated at cost, which approximates market. Under state law these deposits must be secured by federal deposit insurance or the pledge of securities owned by the fiscal agent bank. The market value of the pledged securities plus the federal deposit insurance must at all times equal the amount on deposit with the fiscal agent. These pledged securities are held in the name of the pledging fiscal agent bank in a holding or custodial bank in the form of safekeeping receipts held by the state treasurer.

The deposits at June 30, 2000 were accrued as follows:

	June 30, 2000
	<hr/>
Demand Deposits	\$14,501
	<hr/>
Total Bank Balances (Secured by FDIC)	\$14,501 =====

2. INVESTMENTS

The Louisiana State Board of Electrolysis Examiners does not maintain investment accounts.

D. RECEIVABLES - None.

E. DUE FROM/DUE TO AND TRANSFERS - None

LOUISIANA STATE BOARD OF ELECTROLYSIS EXAMINERS
DEPARTMENT OF HEALTH AND HOSPITALS
STATE OF LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS
FOR THE TWO YEARS ENDED JUNE 30, 2000

F. GENERAL FIXED ASSETS AND GENERAL LONG-TERM OBLIGATIONS

Fixed assets used in the governmental fund type operations (general fixed assets) are accounted for in the General Fixed Assets Account Group, rather than in governmental funds. Depreciation has not been provided on general fixed assets. All fixed assets are valued at historical costs.

	Beginning Balance <u>7/1/98</u>	<u>Additions</u>	<u>Deletions</u>	Ending Balance <u>6/30/00</u>
Equipment	\$10,564			\$10,564
	=====	=====	=====	=====

G. INVENTORIES

Inventories are considered immaterial and are recorded at cost and recognized as an expenditure when purchased.

H. RESTRICTED ASSETS - None

I. PAYABLES - None

J. PENSION PLAN

The board has one employee that participates in the Federal Social Security System. The employee contributes 7.65 per cent of gross salary, and the board contributes an equal amount to the Social Security System. The board does not guarantee benefits granted by the Social Security System.

K. POSTRETIREMENT HEALTH CARE AND LIFE INSURANCE BENEFITS

The Board has no retired employees, and at present does not provide life insurance benefits.

L. COMPENSATED ABSENCES - None

LOUISIANA STATE BOARD OF ELECTROLYSIS EXAMINERS
DEPARTMENT OF HEALTH AND HOSPITALS
STATE OF LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS
FOR THE TWO YEARS ENDED JUNE 30, 2000

M. LEASES

1. Capital Leases

The board did not have any capital leases for the period ending June 30, 2000.

2. Operating Leases

The board leases its office space on a month to month lease for \$200 per month.

3. REVENUE LEASES - none

N. GENERAL LONG-TERM OBLIGATIONS

There were no long-term obligations during the period.

O. LITIGATION AND CLAIMS

There were no unasserted claims or assessments as of June 30, 2000.

P. RELATED PARTY TRANSACTIONS

At June 30, 1999, the board's office was located in the personal residence of the executive director. The director was not charging the board rent on the space provided. The Commission On Ethics For Public Employees issued Opinion 96-256 which stated that the Code of Governmental Ethics prohibits an appointed member of a licensing board or staff members from providing, with or without compensation, office space to the board. The board moved into new offices located in DeRidder, Louisiana during the current year.

Q. ACCOUNTING CHANGES - none

R. FUND DEFICITS - None

S. ENCUMBRANCES

The board does not use encumbrance accounting.

T. SUBSEQUENT EVENTS - None

LOUISIANA STATE BOARD OF ELECTROLYSIS EXAMINERS
DEPARTMENT OF HEALTH AND HOSPITALS
STATE OF LOUISIANA
SCHEDULE OF PER DIEM PAID BOARD MEMBERS
FOR THE TWO YEARS ENDED JUNE 30, 2000

NAME	AMT PAID	AMT ACCRUED	TOTAL
Cheri L. Miller	\$350	- 0 -	\$350
Linda G. Ritchie	400	- 0 -	400
Maureen Calloway	400	- 0 -	400
Lynn Tucker, M.D.	150	- 0 -	150
TOTAL	\$1,300	- 0 -	\$1,300

The schedule of per diem paid board members is presented in compliance with House Concurrent Resolution No. 54 of the 1979 Session of the Louisiana Legislature. Board members are paid \$50 for each day they attend a board meeting, as authorized by Louisiana Revised Statute 37:3061.

SUPPLEMENTARY INFORMATION

STATE OF LOUISIANA
LOUISIANA STATE BOARD OF ELECTROLYSIS EXAMINERS
DEPARTMENT OF HEALTH AND HOSPITALS
BALANCE SHEET-ALL FUND TYPES AND ACCOUNT BALANCES
FOR THE YEAR ENDED JUNE 30, 2000

	GOVERNMENTAL FUND TYPES		Account Groups		
	GENERAL	SPECIAL	GENERAL	GENERAL	TOTAL
	FUND	REVENUE	FIXED	LONG-TERM	(MEMORANDUM
		FUND	ASSETS	OBLIGATIONS	ONLY)
ASSETS AND OTHER DEBITS					
Cash and cash equivalents	\$14,501				\$14,501
Investments					0
Receivables					0
Due from Other Funds					0
Other Assets					0
Fixed Assets			10,564		10,564
Amount to be Provided for Retirement Of General Long-Term Obligations					0
	-----	-----	-----	-----	-----
TOTAL ASSETS AND OTHER DEBITS	14,501	0	10,564	0	25,065
	=====	=====	=====	=====	=====
LIABILITIES, FUND EQUITY, AND OTHER CREDITS					
Liabilities:					
Accounts payable					0
Compensated Absences Payable					0
Due to other Funds					0
Long-Term Obligations Payable					0
Other Liabilities					0
	-----	-----	-----	-----	-----
Total Liabilities	0	0	0	0	0
Equity and Other Credits:					
Investment in general fixed assets			10,564		10,564
Fund Balance-reserved					0
Fund Balance-unreserved- Undesignated	14,501				14,501
	-----	-----	-----	-----	-----
Total Equity and Other Credits	14,501	0	10,564	0	25,065
	-----	-----	-----	-----	-----
TOTAL LIABILITIES, FUND EQUITY, AND OTHE CREDITS	14,501	0	10,564	0	25,065
	=====	=====	=====	=====	=====

The accompanying notes are an integral part of this statement.
Statement A

STATE OF LOUISIANA
LOUISIANA STATE BOARD OF ELECTROLYSIS EXAMINERS
DEPARTMENT OF HEALTH AND HOSPITALS
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENT FUND TYPE
FOR THE YEAR ENDED JUNE 30, 2000

	<u>GENERAL</u> <u>FUND</u>	<u>SPECIAL</u> <u>REVENUE</u> <u>FUND</u>	<u>TOTAL</u> <u>(MEMO</u> <u>ONLY)</u>
REVENUES:			
Use of money and Property			0
Licenses, Permits, and Fees	19,900		19,900
Sales of Commodities and Service			0
Other			0
	-----	-----	-----
Total Revenues	19,900	0	19,900
	-----	-----	-----
EXPENDITURES			
Other	13,208		13,208
Intergovernmental			0
	-----	-----	-----
Total Expenditures	13,208	0	13,208
	-----	-----	-----
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	6,692	0	6,692
OTHER FINANCING SOURCES (Uses)			
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	13,208		13,208
FUND BALANCE (DEFICIT) AT BEGINNING OF YEAR	7,809		7,809
	-----	-----	-----
FUND BALANCE (DEFICIT) AT END OF YEAR	21,017	0	21,017
	=====	=====	=====

The accompanying notes are an integral part of this statement.
statement B

STATE OF LOUISIANA
LOUISIANA STATE BOARD OF ELECTROLYSIS EXAMINERS
DEPARTMENT OF HEALTH AND HOSPITALS
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET (GAAP/NON-GAAP BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2000

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u> <u>FAVORABLE</u> <u>(UNFAVOR)</u>
REVENUES:			
Use of Money and Property			
License, Permits, and Fees	20,000	19,900	(100)
Sales of Commodities and Service			
Other			
	-----	-----	-----
Total Revenues	20,000	19,900	(100)
	-----	-----	-----
EXPENDITURES:			
Personal Services	4,000	3,627	373
Travel	1,700	1,643	57
Operating Services	5,550	5,782	(232)
Supplies	1,800	1,831	(31)
Professional Services	400	325	75
Other Charges			
Capital Outlay			
Interagency Transfers			
Debt Service			
	-----	-----	-----
Total Expenditures	13,450	13,208	242
	-----	-----	-----
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	6,550	6,692	142
OTHER FINANCING SOURCES (USES):			
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	6,550	6,692	142
FUND BALANCE (DEFICIT) AT BEGINNING OF YEAR	7,809	7,809	0
	-----	-----	-----
FUND BALANCE (DEFICIT) AT END OF YEAR	14,359	14,501	142
	=====	=====	=====

STATE OF LOUISIANA
LOUISIANA STATE BOARD OF ELELCTROLYSIS EXAMINERS
SCHEDULE OF PER DIEM PAID TO BOARD MEMBERS
FOR THE YEAR ENDED JUNE 30, 2000

NAME	<u>AMOUNT</u>
Cheri L. Miller	200
Linda G. Ritchie	200
Maureen Calloway	200
Lynn Tucker, MD	0

TOTAL	600
	=====

SCHEDULE 1

STATE OF LOUISIANA
LOUISIANA STATE BOARD OF ELECTROLYSIS EXAMINERS
SCHEDULE OF EXPENDITURES BY OBJECT
FOR THE YEAR ENDED JUNE 30, 2000

	<u>AMOUNT</u>
EXPENDITURES:	
Personal services	3,627
Travel	1,643
Operating services	5,782
Supplies	1,831
Professional services	325
Other charges	0
Capital outlay	0
Interagency transfers	0
Debt service	0

Total	13,208
	=====

SCHEDULE 2

**OTHER REPORTS REQUIRED BY
GOVERNMENT AUDITING STANDARDS**

The following pages contain reports on internal control structure and compliance with laws and regulations required by *Government Auditing Standards*, issued by the Comptroller General of the United States. The report on internal control structure is based solely on the audit of the financial statements and includes, where appropriate, any reportable conditions and/or material weaknesses. The report on compliance with laws and regulations is, likewise, based solely on the audit of the presented financial statements and presents, where applicable, compliance matters that would be material to the presented financial statements.

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REPORT ON COMPLIANCE AND ON INTERNAL CONTROL OVER FINANCIAL REPORTING BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

We have audited the general purpose financial statements of the Louisiana State Board of Electrolysis Examiners, a component unit of the State of Louisiana, as of and for the year ended June 30, 2000, and have issued our report thereon dated July 7, 2000. We conducted our audit in accordance with generally accepted auditing standards and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States.

Compliance

As part of obtaining reasonable assurance about whether the Louisiana State Board of Electrolysis Examiners's general purpose financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance that are required to be reported under Government Auditing Standards.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the Louisiana State Board of Electrolysis Examiners's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the general purpose financial statements and not to provide assurance on the internal control structure over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be a material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the general purpose financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no

matters involving the internal control over financial reporting and its operation that we consider to be material weakness.

This report is intended for the information of the Board and Legislative Auditor's Office. However, this report is a matter of public record, and its distribution is not limited.

McRight & Associates

July 7, 2000

LOUISIANA STATE BOARD OF ELECTROLYSIS EXAMINERS
DEPARTMENT OF HEALTH AND HOSPITALS
STATE OF LOUISIANA
SCHEDULE OF PRIOR YEAR FINDINGS
FOR THE TWO YEARS ENDED JUNE 30, 2000

There were no prior year audit findings.